

ORIGINAL

THIS AMENDMENT:

\_\_\_\_ Passed \_\_\_\_\_ Passed as amended by \_\_\_\_\_  
\_\_\_\_ Failed \_\_\_\_\_ Not Offered \_\_\_\_\_



0000118883

Arizona Corporation Commission

DOCKETED

OCT 18 2010

MAYES PROPOSED AMENDMENT 1

TIME/DATE PREPARED: October 18, 2010

DOCKETED BY

*[Signature]*

COMPANY: Coronado Utilities

AGENDA ITEM NO. 9

DOCKET NO. SW-04305A-09-0291

OPEN MEETING DATE: 10-19-10

Page 6, DELETE lines 2 through 16 and INSERT New Finding of Fact: "In light of the depressed economy and the severe rate shock that was experienced by customers of Coronado Utilities in the wake of the last rate increase, and because we agree with Staff that the three year normalization period appropriately matches the normalization period used for rate case expense, we believe that it is in the public interest to adopt Staff's proposal for treating Bad Debt expense in this case. Therefore, we will normalize the Bad Debt expense by averaging the actual Bad Debt expense for 2006, 2007 and 2008 for a Bad Debt Expense of \$18,432."

**Reduce Revenue Requirement and Residential Rates accordingly, resulting in weighted cost of capital of 7.25%, and make all conforming changes.**

AZ CORP COMMISSION  
DOCKET CONTROL

2010 OCT 18 P 2:24

RECEIVED